

District I
1625 N French Dr, Hobbs, NM 88240
District II
811 S First St, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised August 8, 2011

Submit 1 Copy to appropriate District Office in
accordance with 19 15 29 NMAC

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company	Dugan Production Corp.	Contact	Rodger Mullins
Address	P O Box 420, Farmington, NM 87499-0420	Telephone No.	505-326-4548
Facility Name	Slickhorn Gulch #2	Facility Type	Oil well

Surface Owner	Federal	Mineral Owner	Federal	API No.	30-039-22948
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
M	8	24N	7W	990	South	790	West	Rio Arriba

Latitude 36.32358 Longitude 107.60428

NATURE OF RELEASE

Type of Release	Oil	Volume of Release	Unknown	Volume Recovered	None
Source of Release	Well Casing	Date and Hour of Occurrence	5-15-12 @ 1500 hrs	Date and Hour of Discovery	5-15-12 @ 1500 hrs
Was Immediate Notice Given?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	Brandon Powell - NMOCD & Bill Liess - BLM		
By Whom?	Rodger Mullins	Date and Hour	5-16-12 0845 hrs		
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

RCVD MAY 23 '12
OIL CONS. DIV.
DIST. 3

Describe Cause of Problem and Remedial Action Taken *

Well blew out after rig pulled last joint of tubing Well quit blowing on it's own. Well had no previous blowouts

Describe Area Affected and Cleanup Action Taken *

Breeze caused oil to spray over location and also blew off location getting oil on trees and sagebrush. Trees and sagebrush have been power washed With simple green. Urea spread over contaminated area (authorized by BLM)

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations

Signature	<i>Rodger Mullins</i>	OIL CONSERVATION DIVISION	
Printed Name	Rodger Mullins	Approved by Environmental Specialist	<i>Jonathan D. Kelly</i>
Title	Production Foreman	Approval Date.	6/4/2012 Expiration Date
E-mail Address	rmullins@duganproduction.com	Conditions of Approval.	Attached <input type="checkbox"/>
Date	May 22, 2012	Phone.	505-325-1821

* Attach Additional Sheets If Necessary

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